IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

ONDEO NALCO COMPANY, a Delaware Corporation,))))
Plaintiff,	
V.	Civil Action No. 01-537-SLR
EKA CHEMICALS, INC., a Delaware Corporation,)))
Defendant.)

MEMORANDUM ORDER

At Wilmington this 10th day of June, 2002, having reviewed the briefs submitted by the parties with respect to plaintiff's pending motions;

IT IS ORDERED that plaintiff's motion to dismiss defendant's counterclaims (D.I. 23) is granted; and plaintiff's motion for leave to filed an amended complaint (D.I. 42) is granted, for the reasons that follow:

- 1. The court has jurisdiction over this action pursuant to 35 U.S.C. §§ 271 and 281 and 28 U.S.C. § 1338(a).
- 2. Motion to Dismiss Counterclaims. In analyzing a motion to dismiss pursuant to Rule 12(b)(6), the court must accept as true all material allegations of the complaint and it must construe the complaint in favor of the plaintiff. See Trump

 Hotels & Casino Resorts, Inc. v. Mirage Resorts, Inc., 140 F.3d

 478, 483 (3d Cir. 1998). "A complaint should be dismissed only if, after accepting as true all of the facts alleged in the

complaint, and drawing all reasonable inferences in the plaintiff's favor, no relief could be granted under any set of facts consistent with the allegations of the complaint." Id. Claims may be dismissed pursuant to a Rule 12(b)(6) motion only if the plaintiff cannot demonstrate any set of facts that would entitle him to relief. See Conley v. Gibson, 355 U.S. 41, 45-46 (1957). The moving party has the burden of persuasion. See Kehr Packages, Inc. v. Fidelcor, Inc., 926 F.2d 1406, 1409 (3d Cir. 1991).

3. Plaintiff argues that defendant's counterclaims, which allege that plaintiff's products infringe three of defendant's patents, fail to provide fair notice of the claims and the grounds upon which they rest, as required by Federal Rule of Civil Procedure 8(a). Conley, 355 U.S. at 47 (Rule 8(a) requires that a claim provide "fair notice of what the plaintiff's claim is and the grounds upon which it rests"). Plaintiff asserts that the counterclaims insufficiently identify which products are accused of infringement and fail to adequately plead induced

¹United States Patent No. 5,603,805 ("the '805 patent"); United States Patent No. 4,385,961 ("the '961 patent"); and United States Patent No. 4,388,150 ("the '150 patent").

 $^{^2} The infringing products are described as "Nalco's products, including the 8692 product." (D.I. 22, <math display="inline">\P\P$ 29,34,40) The only additional clue to the identity of the alleged infringing products is the averment "Nalco makes and sells products, including the product numbered 8692, . . . that are used in paper-making processes. . ." or "to make paper." (<u>Id.</u> at \P 24)

infringement.³ Plaintiff also objects that the counterclaims do not specify when the alleged infringement occurred (the '961 and '150 patents are now expired) and they combine the direct, contributory, and induced infringement claims into one count for each patent.

4. The court agrees with plaintiff that the counterclaims do not satisfy Rule 8(a). With the exception of the description of the 8692 product, the pleadings are too vague to provide plaintiff with fair notice of which products are accused of infringing defendant's patents. See Conley, 355 U.S. at 47; Gen-Probe, Inc. v. Amoco Corp., 926 F. Supp. 948, 961 (S.D. Cal. 1996) (vague reference to "products and/or kits" does not provide adequate notice). Compare Interdigital Technology Corp. v. OKI America, Inc., 845 F. Supp. 276, 283 (E.D. Pa. 1994) (patent claim need not identify specific products that are alleged to infringe by name so long as they are "sufficiently identified in some way"). In addition, the pleadings fail to allege direct infringement by a party other than ONDEO Nalco and, therefore, insufficiently plead induced infringement. See Met-Coil Systems Corp. v. Korners Unlimited, Inc., 803 F.2d 684, 687 (Fed. Cir.

³Defendant simply avers that "[u]pon information and belief, Nalco has induced the infringement of the claims of the . . . patent, in violation of 35 U.S.C. § 271(b), by selling its products, including the 8692 product, and in instructing and encouraging others in the use of its products, including the 8692 product." (D.I. 22, ¶¶ 30,36,42)

- 1986) (direct infringement required element of induced infringement); Shearing v. Optical Radiation Corp., 30 U.S.P.Q. 1878, 1880 (D. Nev. 1994) (complaint must allege direct infringement by someone other than the inducer).
- 5. Based on the above, the court dismisses defendant's counterclaims with leave to amend.
- Motion for Leave to File a First Amended Complaint. Under Federal Rule of Civil Procedure 15(a), leave to file amended complaints "shall be freely given when justice so requires." See also Gooding v. Warner-Lambert Co., 744 F.2d 354, 358 (3d Cir. 1984). Plaintiff seeks leave to amend its complaint (a) to remove two alien defendants whom plaintiff and defendant have agreed to dismiss with prejudice (see Stipulation and Order, D.I. 20, \P 1); and (b) to add declaratory judgment counts related to invalidity of the patents-in-suit. Defendant objected that the proposed amended complaint would be deficient for failure to plead with specificity inequitable conduct and for asserting "unenforceability" of the subject patents in combination with invalidity. In response, plaintiff added more specific allegations of inequitable conduct with respect to the procurement of the '805 patent to a revised first amended complaint (D.I. 45, Ex. D, $\P\P$ 22-54); plaintiff makes no inequitable conduct allegations with respect to the '150 patent or the '961 patent ($\underline{\text{Id.}}$ at 5-6; Ex. D, $\P\P$ 55-65). Based on the

above, the court grants plaintiff leave to file a first amended complaint.

Sue L. Robinson
United States District Judge